

# **FISCAL NOTE**

## **SB 582 - HB 801**

April 23, 2003

**SUMMARY OF BILL:** Reduces from 7% to 4.5% the sales tax rate on diesel fuel used for railroad purposes.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - \$1,785,000/Transportation Equity Fund  
\$298,000/General Fund**

Estimate assumes:

- \$5,800,000 in sales tax revenue currently generated by diesel fuel for railroads.
- 6/7<sup>ths</sup>, or approximately \$5,000,000, of the sales tax currently goes to the Highway Fund.
- 1/7<sup>th</sup>, or \$830,000, of the sales tax currently goes to the General Fund.
- Effectively reduces the diesel fuel tax from 7% to 4.5%.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director